

# Fiscal Note

State of Alaska  
2018 Legislative Session

Bill Version:	CSSB 62(L&C)
Fiscal Note Number:	1
(S) Publish Date:	3/21/2018

Identifier: SB062CS(LC)-DHSS-RR-3-20-18  
Title: REPEAL CERTIFICATE OF NEED PROGRAM  
Sponsor: WILSON  
Requester: Senate LC

Department: Department of Health and Social Services  
Appropriation: Health Care Services  
Allocation: Rate Review  
OMB Component Number: 2696

## Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below.

(Thousands of Dollars)

	FY2019 Appropriation Requested	Included in Governor's FY2019 Request	Out-Year Cost Estimates				
OPERATING EXPENDITURES	FY 2019	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
Personal Services							
Travel							
Services							
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
<b>Total Operating</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

## Fund Source (Operating Only)

None							
<b>Total</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

## Positions

Full-time							
Part-time							
Temporary							

## Change in Revenues

None							
<b>Total</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

**Estimated SUPPLEMENTAL (FY2018) cost:** 0.0 (separate supplemental appropriation required)  
(discuss reasons and fund source(s) in analysis section)

**Estimated CAPITAL (FY2019) cost:** 0.0 (separate capital appropriation required)  
(discuss reasons and fund source(s) in analysis section)

## ASSOCIATED REGULATIONS

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? no  
If yes, by what date are the regulations to be adopted, amended or repealed? n/a

## Why this fiscal note differs from previous version/comments:

The CS removes impact from the Department.

Prepared By: Margaret Brodie, Director  
Division: Health Care Services  
Approved By: Shawnda O'Brien, Assistant Commissioner  
Agency: Health and Social Services

Phone: (907)334-2520  
Date: 03/19/2018 02:00 PM  
Date: 03/20/18

## FISCAL NOTE ANALYSIS

STATE OF ALASKA  
2018 LEGISLATIVE SESSION

## Analysis

The Certificate of Need (CON) process helps the state avoid excess Medicaid costs by ensuring the program is not paying for excess service capacity within the health care system. The amended version of the bill exempts CON requirements for new facilities when there are no existing facilities within a 75 mile radius of the planned site. Given the lack of facilities within the radius, there is no potential for the program to incur costs due to excess capacity. The fiscal note for the amended version of SB062 is therefore \$0.0.